IN THE UNITED STATES DISTRICT COURT WESTERN DISTRICT OF PENNSYLVANIA PITTSBURGH DIVISION

CAROL KNOX PLAINTIFF

VS. 2:15-CV-01434-BRW

PPG INDUSTRIES, INC.

**DEFENDANT** 

ORDER

It may be, under the 3rd Circuit case, that Defendant will not be entitled to attorneys' fees and costs, assuming the jury awards some damages to Plaintiff, which would seem to defeat any argument that her claim was frivolous.

On the other hand, I do not see that Defendant's offer of judgment is harassment.

It seems to me that Plaintiff should concentrate on whether Defendant's offer is reasonable. If Plaintiff recovers less than the offer, then Plaintiff is obviously subject to having fees or cost denied or cut. I emphasize that I am saying "subject to"; that is, it is something I will consider. I am not deciding that issue until it comes to pass, if it does.

IT IS SO ORDERED this 11th day of August, 2019.

Billy Roy Wilson
UNITED STATES DISTRICT JUDGE

1



**Bruce C. Fox** 

Direct Dial: (412) 288-2462 bruce.fox@obermayer.com www.obermayer.com

#### Obermayer Rebmann Maxwell & Hippel LLP

BNY Mellon Center 500 Grant Street | Suite 5240 Pittsburgh, PA 15219-2502 P: 412.566.1500 F: 412.281.1530

August 9, 2019

VIA E-MAIL: matt\_morgan@ared.uscourts.gov

Hon. Bill R. Wilson Richard Sheppard Arnold Courthouse 600 West Capitol Ave, Rm. A403 Little Rock, AR 72201

RE: Knox v. PPG Industries, Inc.

Case No. 2:15-cv-1434 (W.D. Pa.)

Dear Judge Wilson:

In advance of the trial next week, I believe the Court should be aware of a serious litigation abuse committed by PPG Industries, Inc. in this case. On June 24, 2019, PPG served Plaintiff's counsel with a Rule 68 Offer of Judgment (see attached). As part of this offer of judgment, PPG threatened Ms. Knox as follows:

If Plaintiff fails to obtain a more favorable judgment against Defendant, please take notice that pursuant to Rule 68(d), Defendant will ask the Court to deny Plaintiff any post-offer costs, including attorneys' fees, and for an award of Defendant's post-offer costs, **including but not limited to, its attorneys' fees**, a sum to cover costs of the services of experts in preparation for trial, costs incurred during trial, and such other costs and fees as the Court deems proper, in addition to any other rights and remedies available under the law.

(Redacted Offer of Judgment at 2, emphasis added.)

This threat to assess an award of PPG's attorneys' fees against Ms. Knox constitutes a gross misstatement of the law, because the Third Circuit has specifically held that "a defendant in a Title VII civil rights suit can never recover its attorneys' fees under Rule 68," in a blatant effort to intimidate Ms. Knox. *Tai Van Le v. Univ. of Pa.*, 321 F.3d 403, 411 (3d Cir. 2003). Predictably, this improper threat has caused my client severe distress when faced with the prospect of being forced to pay PPG's legal fees even if she were successful at the upcoming trial. Defendant's intimidation tactics are unconscionable, and the Court should exercise its inherent power to sanction this inexcusable action. *See Chambers v. Nasco, Inc.*, 501 U.S. 32, 43

Hon. Bill R. Wilson August 9, 2019 Page 2

(1991)(The Court's inherent power to issue sanctions "extends to a full range of litigation abuses.")

We look forward to discussing this matter with the Court in further detail during the pretrial conference on Monday.

Regards,

Bruce C. Fox

#### Attachment

cc: Theodore A. Schroeder (via email)
Allison R. Brown (via email)

# IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

CAROL KNOX,	)
Plaintiff,	Civil Action No. 2:15-CV-01434-BRW
v.	) Judge Billy Roy Wilson
PPG INDUSTRIES, INC.,	)
Defendant.	) )

#### **OFFER OF JUDGMENT**

Defendant PPG Industries, Inc. ("Defendant" or "PPG"), by and through its undersigned counsel and pursuant to Rule 68 of the Federal Rules of Civil Procedure, hereby offers to allow judgment to be taken in favor of Plaintiff Carol Knox ("Plaintiff" of "Knox") and against PPG, in the amount of \$ apportioned as follows:



This amount represents the total amount PPG shall be obligated to pay on account of any liability claimed herein, including all costs and reasonable attorneys' fees that may be recoverable in this action.

\_\_\_\_

This Offer of Judgment is made for the purposes specified in Rule 68 and is not to be

construed as an admission that Defendant is liable in this action or that Plaintiff has suffered any

damages. If Plaintiff fails to obtain a more favorable judgment against Defendant, please take

notice that pursuant to Rule 68(d), Defendant will ask the Court to deny Plaintiff any post-offer

costs, including attorneys' fees, and for an award of Defendant's post-offer costs, including but

not limited to, its attorneys' fees, a sum to cover costs of the services of experts in preparation for

trial, costs incurred during trial, and such other costs and fees as the Court deems proper, in

addition to any other rights and remedies available under the law.

This Offer of Judgment will be deemed withdrawn if it is not accepted, in writing, within

fourteen (14) days of receipt by Plaintiff. Evidence of this Offer of Judgment is not admissible

except in a proceeding to determine costs and/or fees.

Respectfully submitted,

/s/ Theodore A. Schroeder

Theodore A. Schroeder (PA ID NO. 80559)

tschroeder@littler.com

Allison R. Brown (PA ID NO. 309669)

arbrown@littler.com

LITTLER MENDELSON, P.C.

625 Liberty Avenue, 26th Floor

Pittsburgh, PA 15222

Telephone: (412) 201-7624/7678

Facsimile: (412) 774-1959

Counsel for Defendant

PPG Industries, Inc.

Dated: June 24, 2019

## **CERTIFICATE OF SERVICE**

I hereby certify that on this 24th day of June, 2019, a copy of the foregoing **Offer of Judgment** was served via United States First Class Mail, postage prepaid, and electronic mail, upon the following counsel of record:

Brian D. Walters, Esq. bdw@deltalawgrp.com Delta Law GRP, LLC 301 Grant Street, Suite 4300 Pittsburgh, PA 15219

Bruce C. Fox, Esq.
bruce.fox@obermayer.com
Jeffrey B. Cadle, Esq.
jeffrey.cadle@obermayer.com
Qiwei Chen, Esq.
Qiwei.chen@obermayer.com
Obermayer Rebmann Maxwell & Hippel LLP
500 Grant Street, Suite 5240
Pittsburgh, PA 15219

/s/ Theodore A. Schroeder

Theodore A. Schroeder



### Re: Knox v. PPG-Letter to Judge Wilson

Fox, Bruce to: matt\_morgan@ared.uscourts.gov

'Brian Walters', "Chen, Qiwei", "Brown, Allison R. (ARbrown@littler.com)", "Schroeder, Ted"

To: "matt\_morgan@ared.uscourts.gov" <matt\_morgan@ared.uscourts.gov>

Cc: 'Brian Walters' <bdw@deltalawgrp.com>, "Chen, Qiwei" <qiwei.chen@obermayer.com>,

"Brown, Allison R. (ARbrown@littler.com)" <ARbrown@littler.com>, "Schroeder, Ted"

<TSchroeder@littler.com>

#### Judge Wilson--

Respectfully, in my letter I cited binding Third Circuit authority demonstrating Defendant has no legal basis to misuse Rule 68 to intimidate Ms. Knox in advance of trial with a threat of imposing Defendant's legal fees on her if she does not accede to their offer. And, I am aware of no contrary authority in this Circuit suggesting otherwise. I therefore request that Plaintiff be permitted to brief the issue.

Thank you, Bruce C. Fox

Sent via the Samsung Galaxy Note8, an AT&T 5G Evolution capable smartphone

----- Original message -----

From: matt\_morgan@ared.uscourts.gov Date: 8/10/19 12:10 PM (GMT-05:00)

To: "Fox, Bruce" <bruce.fox@obermayer.com>

Cc: "'matt\_morgan@ared.uscourts.gov'" <matt\_morgan@ared.uscourts.gov>, 'Brian Walters' <bdw@deltalawgrp.com>, "Chen, Qiwei" <qiwei.chen@obermayer.com>, "Brown, Allison R.

(ARbrown@littler.com)" <ARbrown@littler.com>, "'Schroeder, Ted'"

<TSchroeder@littler.com>

Subject: Re: Knox v. PPG-Letter to Judge Wilson

Dear Counsel:

As far as I know, Defendant is within its right to take this step.

Also, far in advance of Monday's hearing, you all should work out, to the extent possible, any objections to designations submitted yesterday.

Cordially,

B.R. Wilson

-----"Fox, Bruce" <bruce.fox@obermayer.com> wrote: -----

To: "'matt\_morgan@ared.uscourts.gov'" <matt\_morgan@ared.uscourts.gov>

From: "Fox, Bruce" <bruce.fox@obermayer.com>

Date: 08/10/2019 09:16AM

Cc: 'Brian Walters' <bdw@deltalawgrp.com>, "Chen, Qiwei" <qiwei.chen@obermayer.com>, "Brown, Allison R.

08/10/2019 03:11 PM

(ARbrown@littler.com)" <ARbrown@littler.com>, ""Schroeder, Ted"" <TSchroeder@littler.com> Subject: Knox v. PPG-Letter to Judge Wilson

\_\_\_\_\_

Mr. Morgan,

Please see the attached correspondence.

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Bruce C. Fox

Obermayer Rebmann Maxwell & Hippel LLP
BNY Mellon Center
500 Grant Street | Suite 5240
Pittsburgh, PA 15219-2502
412.288.2462 tel | 412.281.1530 fax
bruce.fox@obermayer.com<mailto:bruce.fox@obermayer.com> |
https://protect-us.mimecast.com/s/p7MWCVO0MBtlpVRrTJ3i6r<https://protect-us.mimecast.com/s/jR84CW6jNDt
jn1W7Hmx5k3>

[attachment(s) 2019-08-09 Ltr. to Judge Wilson (Knox v. PPG) 2 4827-9721-6927.pdf,Redacted PPG\_s Offer of Judgment (Knox v. PPG).PDF removed by Matt Morgan/ARED/08/USCOURTS]